

HOUSE BILL 3600

By Fitzhugh

AN ACT to amend Tennessee Code Annotated, Title 68,
Chapter 221, relative to drinking water,
wastewater and public finance.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 68, Chapter 221, Part 10, is amended
by adding the following as a new section:

§ 68-221-1016.

(a) From funds provided by the American Recovery and Reinvestment Act of 2009, the authority may enter into loan or grant agreements with any local government unit and any local government unit may enter into loan or grant agreements with the authority for loans or grants for projects under the Wastewater Facilities Act of 1987 compiled in title 68, chapter 221, part 10 or the Drinking Water Revolving Loan Fund Act of 1997 compiled in Title 68, Chapter 221, Part 12.

(b) In making such agreements, the authority shall have the power to:

- (1) Forgive principle;
- (2) Charge negative interest; and
- (3) Not require state matching funds.

SECTION 2. This act shall be effective upon becoming the law, the public welfare requiring it.